GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4287
ANSWERED ON:15.12.2000
CORPORATE TAKE OVER
UMMAREDDY VENKATESWARLU

Will the Minister of FINANCE be pleased to state:

(a) whether the Financial Institutions are to meet shortly and work out a common approach towards hostile corporate take-over;

(b) if so, the reasons for common policy on this issue;

(c) the manner in which the equity of FIs be detrimentally affected if there is competition, for equity shares; and

(d) the details for financial Institutions hindering rising share-holder value?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL) :

(a) No, Sir.

(b) Does not arise.

(c) The equity of Financial Institutions (FIs) wilL not be detrimentally affectedif there is competition for acquisition of equity shares of corporates.

(d) FIs do not come in the way of rising shareholder value.